

COMMERCIAL PROPANE SERVICE LLC
D/B/A BRIGHT'S PROPANE SERVICE, INC.

FOR: Old Bridge Subdivision, Danville, KY
P.S.C. KY. NO. 1
SHEET NO. 2

GAS COST ADJUSTMENT CLAUSE

The Company shall file a Quarterly Report with the Commission which shall contain an updated Gas Cost Recovery Rate (GCR) and shall be filed at least thirty (30) days prior to the beginning of each calendar quarter. The GCR shall become effective for billing with the final meter readings of the first billing cycle of each calendar quarter.

The gas cost recovery rates are composed of:

1. The average gas cost component (AGC) on a dollar per Mcf basis, which represents the average cost of gas supplies based on a measurement of gas remaining plus new supplies at the time of filling of main tank.
2. The actual adjustment (AA), on a dollar per Mcf basis; compensates for differences between the previous quarter's average gas cost and the actual cost of gas during that quarter.
3. The balance adjustment (BA), on a dollar per Mcf basis, which compensates for any under or over collections which have occurred as a result of prior adjustments.

BILLING:

The gas cost recovery rate to be applied to bills of customers shall equal the sum of the following components:

$$\text{GCR} = \text{AGC} + \text{AA} + \text{BA}$$

DATE OF ISSUE: 01/05/2015

DATE EFFECTIVE: 01/01/2015

ISSUED BY: _____

(Signature of Officer)

TITLE: President

BY AUTHORITY OF ORDER OF THE
PUBLIC SERVICE COMMISSION IN
CASE NO. 2014-00250
DATED: NOVEMBER 26, 2014

CANCELLED

June 29, 2018

**KENTUCKY PUBLIC
SERVICE COMMISSION**

**KENTUCKY
PUBLIC SERVICE COMMISSION**

**JEFF R. DEROUEN
EXECUTIVE DIRECTOR**

TARIFF BRANCH

Brent Kirtley

EFFECTIVE

2/5/2015

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)

COMMERCIAL PROPANE SERVICE LLC
D/B/A BRIGHT'S PROPANE SERVICE, INC.

FOR: Old Bridge Subdivision, Danville, KY
P.S.C. KY. NO. 1
SHEET NO. 2.1

GAS COST ADJUSTMENT CLAUSE (CONTINUED)

DEFINITIONS:

For purposes of this tariff: (a) "Average Cost" means the cost of gas supplies, including associated transportation and storage charges, and propane which results from the application of suppliers' rates currently in effect, plus the actual cost of any remaining propane within the system in ratio to the total capacity of the system (i.e.):

$$\frac{\text{Current Purchased Gas Price}}{\text{Cubic feet to fill system}} + \frac{\text{Cost of Propane Remaining Propane}}{\text{Remainder cubic feet of capacity}} = \frac{\text{Total Propane Average Cost/2}}{\text{Total cubic foot capacity}}$$

(b) "GCR" means the quarterly updated gas cost recovery rate applicable to the monthly consumption of customers (sum of the average gas cost component plus the actual adjustment plus the balance adjustment (i.e., $\text{CGR} = \text{AGC} + \text{AA} + \text{BA}$)).

(c) "Calendar Quarters" means each of the four three-month periods of (1) February, March, and April; (2) May, June, and July; (3) August, September, and October; (4) November, December, and January.

(d) "Reporting Period" means the three (3) month accounting period that ended approximately sixty (60) days prior to the filing date of the updated gas recovery rates; i.e., the calendar quarter preceding that during which the most recent Quarterly Report was filed.

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